

Message Text

UNCLASSIFIED

PAGE 01 ATHENS 04547 191708Z

44

ACTION EUR-12

INFO OCT-01 ISO-00 CIAE-00 DODE-00 PM-03 H-02 INR-07 L-03

NSAE-00 NSC-05 PA-02 PRS-01 SP-02 SS-15 USIA-15

AID-05 COME-00 EB-07 FRB-01 TRSE-00 XMB-04 OPIC-06

CIEP-02 LAB-04 SIL-01 OMB-01 /099 W

----- 101187

R 191350Z JUN 75

FM AMEMBASSY ATHENS

TO SECSTATE WASHDC 9228

INFO AMEMBASSY BONN

USMISSION EC BRUSSELS

USMISSION OECD PARIS

UNCLAS ATHENS 4547

E.O. 11652: N/A

TAGS: EFIN, EAID, EEC, GR, GW

SUBJECT: NEW FOREIGN OFFICIAL LOANS TO GREECE

REF: ATHENS 8063, 11/8/74, AND 6620, 9/11/74

1. ON JUNE 18 A GOG-FRG AGREEMENT WAS SIGNED IN ATHENS FOR A DM60 MILLION LOAN TO FINANCE GREEK CAPITAL EQUIPMENT PURCHASES IN 1975. LOAN IS FOR THIRTY YEARS, WITH TEN-YEAR GRACE PERIOD, AT 2 PERCENT INTEREST PER ANNUM. GREECE IS UNDER NO OBLIGATION TO USE LOAN FOR THE PURCHASE OF GERMAN EQUIPMENT. LOAN WILL BE MADE AVAILABLE TO ETVA, NIBID AND THE AGRICULTURAL BANK TO FINANCE EQUIPMENT PURCHASES BY MEDIUM AND SMALL SIZE FIRMS INVESTING IN INDUSTRY AND AGRICULTURE. THIS LOAN CONSTITUTES PART OF THE DM180 MILLION FINANCIAL ASSISTANCE TO GREECE BY FRG WHICH WAS ANNOUNCED EARLY IN SEPTEMBER 1974. THE FIRST DM60 MILLION PORTION OF THIS PACKAGE WAS MADE AVAILABLE, UNDER THE SAME TERMS, IN NOVEMBER 1974 AND WAS USED FOR FUNDING GREEK CONSUMER GOODS IMPORTS IN 1974. THE THIRD DM60 MILLION PORTION HAS BEEN EARMARKED FOR 1976 AND WILL FUND CAPITAL EQUIPMENT PURCHASES.

UNCLASSIFIED

UNCLASSIFIED

PAGE 02 ATHENS 04547 191708Z

2. THE CURRENCY COMMITTEE ALSO RECENTLY APPROVED LOAN CONTRACTS PROVIDING FOR A DOLS 10 MILLION EUROPEAN INVESTMENT BANK (EIB) LOAN TO NIBID AND A DOLS 1.9 MILLION EIB LOAN TO ETVA. BOTH LOANS WILL BE GUARANTEED BY THE GREEK STATE. THE DOLS 10 MILLION EIB LOAN TO NIBID IS FOR PRIVATE INVESTMENT PROJECTS APPROVED BY EIB. THE LOAN IS FOR 11 YEARS, INCLUDING 4 YEARS GRACE PERIOD, AT 9.5 PERCENT INTEREST PER ANNUM. THE DOLS 1.9 MILLION LOAN TO ETVA CONSTITUTES PART OF THE DOLS 57 MILLION BALANCE OF THE TOTAL DOLS 125 MILLION CREDITS EXTENDED TO GREECE UNDER THE FIRST EEC FINANCING PROTOCOL. THE LOAN IS FOR 9 YEARS AT THE EIB RATE OF INTEREST PREVAILING ON THE DATE OF THE SIGNING OF THE LOAN CONTRACT (NOW 9.5 PERCENT). THE LOAN WILL BE USED TO FINANCE PART OF THE FOREIGN EXCHANGE COMPONENT OF THE COST OF CONSTRUCTION OF AN ALUMINUM PRODUCTS PLANT.

KUBISCH

UNCLASSIFIED

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: ECONOMIC ASSISTANCE, IMPORTS, LOANS, INTEREST RATES
Control Number: n/a
Copy: SINGLE
Draft Date: 19 JUN 1975
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: n/a
Disposition Approved on Date:
Disposition Authority: n/a
Disposition Case Number: n/a
Disposition Comment:
Disposition Date: 01 JAN 1960
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1975ATHENS04547
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Film Number: D750214-0492
From: ATHENS
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1975/newtext/t19750632/aaaabdab.tel
Line Count: 77
Locator: TEXT ON-LINE, ON MICROFILM
Office: ACTION EUR
Original Classification: UNCLASSIFIED
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: n/a
Previous Handling Restrictions: n/a
Reference: 75 ATHENS 8063, 75 11/8/74, 75 AND 6620, 75 9/11/74
Review Action: RELEASED, APPROVED
Review Authority: ShawDG
Review Comment: n/a
Review Content Flags:
Review Date: 26 FEB 2003
Review Event:
Review Exemptions: n/a
Review History: RELEASED <26 FEB 2003 by PhilliR0>; APPROVED <09 MAR 2004 by ShawDG>
Review Markings:

Margaret P. Grafeld
Declassified/Released
US Department of State
EO Systematic Review
06 JUL 2006

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: NEW FOREIGN OFFICIAL LOANS TO GREECE
TAGS: EFIN, EAID, GR, GE, EEC
To: STATE
Type: TE
Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 06 JUL 2006